

TOWN SECRETARY

To: Mayor and Town Council

From: Michelle Lewis Sirianni, Town Secretary

Through: Mario Canizares, Town Manager
Robyn Battle, Executive Director

Re: TABC Fees

Town Council Meeting – September 16, 2025

Strategic Visioning Priority: 4. Provide Excellent Municipal Services

Agenda Item:

Consider and act upon an Ordinance repealing Section 4.02.031, "Permit Required; Fee," of Division 2, "Permits and Licenses," of Article 4.02, "Alcoholic Beverages," of Chapter 4, "Business Regulations," of the Town's Code of Ordinances.

Description of Agenda Item:

In Senate Bill 1008, approved by the 89th Regular Session of the Texas Legislature, the Legislature specifically determined that fees referenced in Section 4.02.031 of the Town's Code of Ordinances may no longer be imposed. Therefore, the proposed Ordinance repeals the section of the Code to be in compliance with SB 1008 (effective September 1, 2025.)

Budget Impact:

The Town will no longer be able to collect local alcohol permit fees that equal half of the Texas Alcoholic Beverage Commission (TABC) fees. This will result in a loss of approximately \$12,000 +/- per year in revenue for the Town's General Fund.

Legal Obligations and Review:

Terrence Welch of Brown & Hofmeister, L.L.P., has approved the attached Ordinance as to form and legality.

Attached Documents:

1. Ordinance

Town Staff Recommendation:

Town staff recommend that the Town Council approve an Ordinance repealing Section 4.02.031, "Permit Required; Fee," of Division 2, "Permits and Licenses," of Article 4.02, "Alcoholic Beverages," of Chapter 4, "Business Regulations," of the Town's Code of Ordinances.

Proposed Motion:

I move to approve an Ordinance repealing Section 4.02.031, "Permit Required; Fee," of Division 2, "Permits and Licenses," of Article 4.02, "Alcoholic Beverages," of Chapter 4, "Business Regulations," of the Town's Code of Ordinances.